In the Claims

This listing of claims will replace all prior versions and listings of claims in the application:

- 1 1. (Currently Amended) A server for a merchant computer
- 2 system, the server comprising:
- 3 a file store configured to store a range of audio/video
- 4 products in respective product files and client history data, the
- 5 client history data including a personal client file for
- 6 individually identified clients storing past purchasing records of
- 7 the client;
- 8 a dialogue unit operable to invite and receive a client
- 9 selection from among the products, to identify a personal client
- 10 file corresponding to the client, and to define a degrade level
- 11 signal dependent upon a client integrity indicator determined from
- 12 a the identified personal client file containing client history
- 13 data stored in the file store;
- 14 a product reader connected to read the product files from
- 15 the file store to generate a digital audio/video signal; and
- a signal processing unit having an input selectively
- 17 connectable to receive the digital audio/video signal from the
- 18 product reader, a processing core operable to apply a defined level
- 19 of content degradation to the digital audio/video signal creating a
- 20 degraded digital audio/video signal having a degradation in
- 21 perceived quality corresponding to the defined degrade level signal
- 22 of the dialogue unit, and an output connected to output the
- 23 degraded digital audio/video signal.

Claims 2 to 34. (Canceled)

- 1 35. (Currently Amended) A method of operating a server of a
- 2 merchant computer system, the method comprising:

- 3 inviting a client to make a selection from a range of 4 audio/video products stored by the server in product files;
- receiving a client selection for evaluation of one of the 5 6 products;
- reading the selected product file to generate a digital 7 8 audio/video signal;
- 9 storing client history data including a personal client
- file for individually identified clients storing past purchasing 10
- 11 records of the client;
- 12 identifying a personal client file corresponding to the
- 13 client;
- 14 defining a level of content degradation dependent on a
- 15 client integrity indicator determined from a the identified
- 16 personal client file containing client history data;
- 17 applying the defined level of content degradation to the
- 18 digital audio/video signal to generate a degraded digital
- audio/video signal having a degradation in perceived quality 19
- 20 corresponding to said defined level of content degradation; and
- 21 outputting the degraded digital audio/video signal to the
- 22 client.

Claim 36. (Canceled)

audio/video signal;

- 1 37. (Currently Amended) A method of operating a server of a 2 merchant computer system, the method comprising:
- 3 inviting a client to make a selection from a range of 4 audio/video products stored by the server in product files;
- 5 receiving a client selection for evaluation of one of the 6 products;
- 7 reading the selected product file to generate a digital 8

- defining a level of content degradation dependent on an authorization response received by the server from a remote payment gateway computer system following an authorization request by the server including a client i.d., a client payment instrument and a monetary value of the product selected for evaluation by
- the server transmitting to the client a request for identification of type of payment authorization,
- the client transmitting to the server identification of a type of payment authorization selected from among a plurality of differing types of payment authorizations,
- defining at the server a level of content degradation as a function of the identified type of payment authorization;
- 21 applying the defined level of content degradation to the
- 22 digital audio/video signal to generate a degraded digital
- 23 audio/video signal having a degradation in perceived quality
- 24 corresponding to said defined level of content degradation; and
- outputting the degraded digital audio/video signal to the client.
- 1 38. (Original) A method according to claim 35, utilizing a
- 2 digital signal processor to apply the defined level of content
- 3 degradation to the digital data stream.
- 1 39. (Currently Amended) A method of communicating between a
- 2 client, server and gateway on a computer network, the method
- 3 comprising:
- 4 a) the server storing client history data including a
- 5 personal client file for individually identified clients storing
- 6 past purchasing records of the client;
- 7 $\frac{a}{b}$ the client establishing communication with the
- 8 server to identify the client and a client payment instrument to
- 9 the server;

- client personal identifying a 10 the server corresponding to the client; 11
- the server transmitting to the client a range of 12 b) d) audio/video products for supply in return for payment; 13
- the client transmitting to the server an evaluation 14
- request for one of the products; 15
- the server and gateway communicating to obtain 16
- payment authorization for the requested product from the payment 17
- 18 instrument;
- the server defining a level of content degradation 19 e) q)
- as a function of client history stored in the identified personal 20
- 21 client file;
- 22 f) h) the server transmitting to the client a degraded
- 23 evaluation version of the selected product without payment
- authorization, the degraded evaluation version of the selected 24
- product having a degraded perceived quality corresponding to the 25
- 26 level of content degradation;
- the client transmitting to the server a payment 27 q) i)
- 28 decision;
- 29 the server and gateway communicating to effect h) i)
- 30 payment capture for the authorized payment; and
- 31 i) k) the server transmitting to the client a non-degraded
- 32 version of the selected product.

40. (Canceled)

- 1 (Currently Amended) A method of communicating between a
- 2 client, server and gateway on a computer network, the method
- 3 comprising:
- 4 a) the client establishing communication with the server to
- 5 identify the client and a client payment instrument to the server,

- 6 the client payment instrument selected from among a plurality of 7 differing types of client payment instruments;
- b) the server transmitting to the client a range of audio/video products for supply in return for payment;
- 10 c) the client transmitting to the server an evaluation 11 request for one of the products;
- 12 d) the server and gateway communicating to obtain payment 13 authorization for the requested product from the payment 14 instrument;
- e) the server defining a level of content degradation as a function of said client payment instrument;
- 17 f) the server transmitting to the client a degraded 18 evaluation version of the selected product without payment 19 authorization, the degraded evaluation version of the selected 20 product having a degraded perceived quality corresponding to the 21 level of content degradation;
- g) the client transmitting to the server a payment decision;
- 23 h) the server and gateway communicating to effect payment 24 capture for the authorized payment; and
- 25 i) the server transmitting to the client a non-degraded 26 version of the selected product.
 - 1 42. (Currently Amended) A server apparatus comprising:
 - 2 means for supplying a range of audio/video products as 3 respective digital audio/video signals;
- 4 <u>means for storing client history data including a</u>
 5 <u>personal client file for individually identified clients storing</u>
 6 <u>past purchasing records of the client;</u>
- means for inviting and receiving a client selection from among the products via a network connection;
- 9 means for identifying a personal client file
 10 corresponding to the client;

- means for defining a level of content degradation as a
- 12 function of client history the identified personal client file;
- means for processing the digital audio/video signal
- 14 associated with the selected product to apply the defined level of
- 15 content degradation thereto; and
- 16 means for outputting the degraded digital audio/video
- 17 signal to the network connection, the degraded digital audio/video
- 18 signal having a degraded perceived quality corresponding to the
- 19 defined level of content degradation, whereby a degraded version of
- 20 the selected product is supplied to the client.
 - 1 43. (Currently Amended) A merchant computer system comprising
- 2 a server and a client interconnectable over a network, wherein the
- 3 server comprises:
- a file store configured to store a range of audio/video
- 5 products in respective product files and client history data, the
- 6 client history data including a personal client file for
- 7 individually identified clients storing past purchasing records of
- 8 the client;
- 9 a dialogue unit having a network connection and operable
- 10 to invite and receive a client selection from among the products
- 11 via the network connection, to identify a personal client file
- 12 corresponding to the client, and to define a level of content
- 13 degradation dependent upon a client-integrity indicator determined
- 14 from a the personal client file containing client history data
- 15 stored in the file store;
- a product reader connected to read the product files from
- 17 the file store to generate a digital audio/video signal; and
- a signal processing unit having an input connectable to
- 19 receive the digital audio/video signal from the product reader, a
- 20 processing core operable to apply a defined level of content
- 21 degradation to the digital audio/video signal creating a degraded

- 22 digital audio/video signal having a degradation in perceived
- 23 quality corresponding to said defined level of content degradation
- 24 of the dialogue unit, and an output connected to output the
- 25 degraded digital audio/video signal from the processing core to the
- 26 network connection.
- 1 44 (Original) The system of claim 43, wherein the client
- 2 comprises an audio/video reproduction system operable to play the
- 3 audio/video product communicated by way of the digital audio/video
- 4 signal.
- 1 45. (Original) The system of claim 43, the server further
- 2 including an output stage operatively arranged between the output
- 3 of the signal processing unit and the network connection, the
- 4 output stage having a packetizer for sub-dividing the degraded
- 5 digital audio/video signal into encrypted data packets and
- 6 associating decryption keys with each encrypted data packet, the
- 7 dialogue unit being operable to supply a packet decoder to the
- 8 client over the network for decoding the digital video/audio
- 9 signal, and wherein the client includes an input stage connected to
- 10 receive the packet decoder and load the packet decoder into a
- 11 decoder host, the client input stage further comprising an input
- 12 connected to receive the data packets and supply the data packets
- 13 to the decoder host for packetwise decoding by applying the packet
- 14 decoder with the associated decryption key of the data packet
- 15 concerned, wherein the client input stage is configured to corrupt
- 16 the decryption key of any given data packet before the decoded data
- 17 of that packet is transmitted from the input stage in a form
- 18 playable by the reproduction system.

- 1 46. (Currently Amended) A method of communicating between a 2 client, server and gateway on a computer network, the method
- 3 comprising:
- 4 <u>a) the server storing client history data including a</u> 5 personal client file for individually identified clients storing
- 6 past purchasing records of the client;
- 7 <u>e) b)</u> the client establishing communication with the 8 server to identify the client;
- 9 <u>c) the server identifying a personal client file</u>
 10 corresponding to the client;
- 11 b) d) the server transmitting to the client a range of 12 audio/video products for supply in return for payment;
- 13 <u>e) e)</u> the client transmitting to the server an evaluation 14 request for one of the products;
- 15 <u>f) the server defining a level of content degradation as a</u>
 16 <u>function of client history stored in the identified personal client</u>
 17 file;
- the server transmitting to the client a degraded evaluation version of the selected product without payment authorization, the degraded evaluation version of the selected product having a degraded perceived quality corresponding to the level of content degradation;
- 23 e h) performing steps b d) through d g) at least once;
- 24 $\frac{f}{i}$ the client transmitting to the server a purchase 25 decision and payment instrument;
- 26 g) j) the server and gateway communicating to obtain 27 payment authorization for the requested product from the payment 28 instrument;
- 29 $\frac{h}{k}$ the server and gateway communicating to effect 30 payment capture for the authorized payment; and
- 31 $\frac{i}{2}$ the server transmitting to the client a non-degraded 32 version of the selected product.

Claims 47 and 48. (Canceled)

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- 1 49. (Previously Presented) The method of claim 35, wherein:
 2 said step of applying a defined level of content degradation
 3 includes inserting noise into the digital audio/video signal to
 4 degrade signal quality.
- 1 50. (Previously Presented) The method of claim 35, wherein: 2 said step of applying a defined level of content degradation 3 includes:
 - performing a discrete Fourier transform on the digital audio/video signal to obtain a frequency domain representation of the digital audio/video signal;
- frequency modulating the frequency domain representation of the digital audio/video signal; and
- performing an inverse discrete Fourier transform unit on the frequency modulated frequency domain representation of the digital audio/video signal to reconstruct a time domain representation of the digital audio/video signal;
- wherein the frequency modulating effects a degradation of perceived signal quality in the reconstructed digital audio/video signal.
- 1 51. (Previously Presented) The method of claim 50, wherein:
 2 said step of frequency modulating includes one or more of the
 3 following frequency band rejection, frequency low pass filtering
 4 and frequency high pass filtering to effect a degradation of
 5 perceived signal quality.

- 1 52. (Currently Amended) The method of claim 50, wherein:
- 2 said step of frequency modulating includes phase inversion
- 3 over at least one range of frequency components to degrade signal
- 4 quality.
- 1 53. (Currently Amended) The method of claim 50, wherein:
- 2 said digital audio/video signal includes a digital audio
- 3 signal; and
- 4 said step of frequency modulating includes inserting masked
- 5 sound contributions adjacent amplitude peaks of the frequency
- 6 domain representation of the digital audio signal to degrade signal
- 7 quality.
- 1 54. (Previously Presented) The method of claim 50, further
- 2 including the step of:
- 3 mixing a signal with the digital audio/video signal before
- 4 performing the discrete Fourier transform to effect a degradation
- 5 of perceived signal quality.
- 1 55. (Previously Presented) The method of claim 54, further
- 2 comprising:
- 3 frequency modulating the digital audio/video signal following
- 4 mixing and before the performing the inverse discrete Fourier
- 5 transform, the frequency modulating including band-pass filtering
- 6 to suppress frequency contributions lying outside a selected
- 7 frequency range to effect a degradation of perceived signal
- 8 quality.
- 1 56. (Currently Amended) The method of claim 55, wherein:
- 2 said frequency modulating includes inserting masked sound
- 3 contributions adjacent the mixing frequency to degrade signal
- 4 quality.

- 1 57. (Previously Presented) The method of claim 35, wherein:
- 2 the digital audio/video signal includes a digital video
- 3 signal;
- 4 the method further comprising:
- 5 holding frames of the digital video signal in a frame buffer;
- 6 and
- 7 manipulating frames held in the frame buffer to generate a
- 8 degraded digital video signal.
- 1 58. (Previously Presented) The method of claim 57, wherein:
- 2 the digital video signal consists of an MPEG standard video
- 3 signal including as frame types I-frames, P-frames and B-frames;
- 4 and
- 5 wherein said step of manipulating frames includes
- 6 identifying the frame type of frames held in the frame
- 7 buffer, and
- 8 performing frame manipulation of held frames according to
- 9 frame type so as to effect a degradation of perceived video
- 10 signal quality.
- 1 59. (Previously Presented) The method of claim 57, wherein:
- 2 the digital video signal consists of an MPEG standard video
- 3 signal including data blocks, each comprising a plurality of
- 4 pixels; and
- 5 wherein said step of manipulating frames includes varying the
- 6 pixels of the data blocks of at least selected ones of held frames
- 7 so as to effect a degradation of perceived video signal quality.
- 1 60. (Previously Presented) The method of claim 57, wherein:
- 2 the digital video signal includes an MPEG standard video
- 3 signal including motion vectors; and

- wherein said step of manipulating frames includes varying the motion vectors of at least selected ones of the held frames so as to effect a degradation of perceived video signal quality.
- 1 61. (Previously Presented) The method of claim 57, wherein:
 2 the digital video signal consists of an MPEG standard video
 3 signal including objects; and
- wherein said step of manipulating frames includes manipulating the objects of at least selected ones of the held frames so as to effect a degradation of perceived video signal quality.
- 1 62. (Previously Presented) The method of claim 35, wherein: 2 said digital audio/video signal includes a multi-channel 3 digital audio signal; and
- said step of applying the defined level of content degradation includes switching individual channels within the multi-channel digital audio signal to apply spatial modification to the digital audio signal so as to effect a degradation of perceived digital audio signal quality.
- 1 63. (Previously Presented) The method of claim 35, wherein: 2 said digital audio/video signal includes a multi-channel 3 digital audio signal; and
- said step of applying the defined level of content degradation includes inverting the phase of at least one of the channel of the multi-channel digital audio signal so as to effect a degradation of perceived digital audio signal quality.
- 1 64. (Previously Presented) The method of claim 35, wherein: 2 said digital audio/video signal includes a multi-channel 3 digital audio signal; and

- said step of applying the defined level of content degradation includes adding together individual ones of the channels of the multi-channel digital audio signal so as to effect a degradation of perceived digital audio/video signal quality.
- 1 65. (Previously Presented) The method of claim 35, wherein: 2 said digital audio/video signal includes a multi-channel 3 digital audio signal; and
- said step of applying the defined level of content degradation includes at least one of removing or attenuating of at least one of the channels of the multi-channel audio signal so as to effect a degradation of perceived digital audio/video signal quality.
- 1 66. (Previously Presented) The method of claim 35, wherein: 2 the digital audio/video signal includes an n-bit digital audio 3 signal; and
- said step of applying the defined level of content degradation includes converting the n-bit digital audio signal into an m-bit digital audio signal where m is less than n so as to effect a degradation of perceived digital audio signal quality.
- 1 67. (Previously Presented) The method of claim 35, wherein:
 2 said step of applying the defined level of content degradation
 3 includes time modulating the digital audio/video signal so as to
 4 effect a degradation of perceived digital audio signal quality.
- 1 68. (Currently Amended) The method of claim 67, wherein:
 2 said step of time modulating the digital audio/video signal to
 3 degrade signal quality includes at least one of:
- 4 speeding-up or slowing-down the digital audio/video 5 signal;

- changing in the value of data bits in volume, luminance or chrominance data contained within the digital audio/video signal; and
- 9 lengthening of a sampling period of the digital 10 audio/video signal.
- 1 69. (Previously Presented) The method of claim 35, wherein: 2 said step of applying the defined level of content degradation 3 includes
- 4 converting the digital audio/video signal into an analog 5 audio/video signal,
- analog processing the analog audio/video signal creating
 degraded analog audio/vided signal having a degradation in
 perceived quality corresponding to said defined level of
 content degradation, and
- 10 converting the degraded analog signal into a degraded 11 digital audio/video signal for output.
- 1 70. (Previously Presented) The method of claim 69, wherein: 2 the analog audio/video signal includes an analog audio signal; 3 and
- said step of analog processing includes frequency domain modulating the analog audio signal so as to effect a degradation of perceived audio signal quality.
- 1 71. (Currently Amended) The method of claim 71 70, wherein:
 2 said step of frequency domain modulating includes one or more
 3 of band-reject filtering, low-pass filtering, high-pass filtering
 4 and frequency-selective phase inversion to effect a degradation of
 5 perceived audio signal quality.

- 1 72. (Previously Presented) The method of claim 35, wherein:
- 2 said step of applying the defined level of content degradation
- 3 includes adding a secondary signal to the digital audio/video
- 4 signal so as to effect a degradation of perceived digital
- 5 audio/video signal quality.
- 1 73. (Currently Amended) The method of claim 72, further
- 2 comprising:
- 3 generating said secondary signal to degrade signal quality.
- 1 74. (Currently Amended) The method of claim 73, wherein:
- 2 said step of generating said secondary signal generates a
- 3 noise signal to degrade signal quality.
- 1 75. (Currently Amended) The method of claim 73, wherein:
- 2 said step of generating said secondary signal generates a
- 3 content-based audio signal to degrade signal quality.
- 1 76. (Currently Amended) The method of claim 35, wherein:
- 2 said step of adding a secondary signal to the digital
- 3 audio/video signal selects a level of the added secondary signal
- 4 determined by said level of content degradation to degrade signal
- 5 quality.
- 1 77. (New) The server of claim 1, wherein:
- 2 the file store stores client history data whereby the
- 3 personal client file stores data indicative of a record of prior
- 4 purchases of audio/video products following output of a degraded
- 5 digital audio/video signal by said signal processing unit; and
- 6 said dialogue unit is further operable to define the
- 7 degrade level dependent upon the record of prior purchases of
- 8 audio/video products.

- 1 78. (New) The server of claim 77, wherein:
- 2 said dialogue unit is further operable to define the
- 3 degrade level at a first degrade level for clients whose record of
- 4 prior purchases of audio/video products following output of a
- 5 degraded digital audio/video signal by said signal processing unit
- 6 is high, at a second degrade level higher than the first degrade
- 7 level for clients whose record of prior purchases of audio/video
- 8 products following output of a degraded digital audio/video signal
- 9 by said signal processing unit is low, and at a third degrade level
- 10 intermediate between the first degrade level and the second degrade
- 11 level for new clients without a record of prior purchases.
- 1 79. (New) The method of claim 35, wherein:
- 2 the step of storing client history data stores client
- 3 history data whereby the personal client file stores data
- 4 indicative of a record of prior purchases of audio/video products
- 5 following output of a degraded digital audio/video signal by said
- 6 signal processing unit; and
- 7 said step of defining a level of content degradation
- 8 defines the degrade level dependent upon the record of prior
- 9 purchases of audio/video products.
- 1 80. (New) The method of claim 79, wherein:
- 2 said step of defining a level of content degradation
- 3 further defines the degrade level at a first degrade level for
- 4 clients whose record of prior purchases of audio/video products
- 5 following output of a degraded digital audio/video signal by said
- 6 signal processing unit is high, at a second degrade level higher
- 7 than the first degrade level for clients whose record of prior
- 8 purchases of audio/video products following output of a degraded
- 9 digital audio/video signal by said signal processing unit is low,

- 10 and at a third degrade level intermediate between the first degrade
- 11 level and the second degrade level for new clients without a record
- 12 of prior purchases.
- 1 81. (New) The method of claim 37, wherein:
- 2 the plurality of differing types of payment authorizations
- 3 includes at least one selected from the group consisting of credit
- 4 card, debit card, electronic cash, electronic check and smart card.
- 1 82. (New) The method of claim 39, wherein:
- 2 the step of the server storing client history data stores
- 3 client history data whereby the personal client file stores data
- 4 indicative of a record of prior purchases of audio/video products
- 5 following output of a degraded digital audio/video signal by said
- 6 signal processing unit; and
- 7 said step of the server defining a level of content
- 8 degradation defines the degrade level dependent upon the record of
- 9 prior purchases of audio/video products.
- 1 83. (New) The method of claim 82, wherein:
- 2 said step of the server defining a level of content
- 3 degradation further defines the degrade level at a first degrade
- 4 level for clients whose record of prior purchases of audio/video
- 5 products following output of a degraded digital audio/video signal
- 6 by said signal processing unit is high, at a second degrade level
- 7 higher than the first degrade level for clients whose record of
- 8 prior purchases of audio/video products following output of a
- 9 degraded digital audio/video signal by said signal processing unit
- 10 is low, and at a third degrade level intermediate between the first
- 11 degrade level and the second degrade level for new clients without
- 12 a record of prior purchases.

- 1 84. (New) The method of claim 41, wherein:
- 2 the plurality of differing types of payment authorizations
- 3 includes at least one selected from the group consisting of credit
- 4 card, debit card, electronic cash, electronic check and smart card.
- 1 85. (New) The server apparatus of claim 42, wherein:
- 2 the means for storing client history data whereby the
- 3 personal client file stores data indicative of a record of prior
- 4 purchases of audio/video products following output of a degraded
- 5 digital audio/video signal to the network connection; and
- 6 the means for defining a level of content degradation
- 7 defines the degrade level dependent upon the record of prior
- 8 purchases of audio/video products.
- 1 86. (New) The server of claim 85, wherein:
- 2 means for defining a level of content degradation defines
- 3 the degrade level at a first degrade level for clients whose record
- 4 of prior purchases of audio/video products following output of a
- 5 degraded digital audio/video signal to the network connection is
- 6 high, at a second degrade level higher than the first degrade level
- 7 for clients whose record of prior purchases of audio/video products
- 8 following output of a degraded digital audio/video signal to the
- 9 network connection is low, and at a third degrade level
- 10 intermediate between the first degrade level and the second degrade
- 11 level for new clients without a record of prior purchases.
 - 1 87. (New) The merchant computer system of claim 43, wherein:
 - 2 the file store stores client history data whereby the
 - 3 personal client file stores data indicative of a record of prior
 - 4 purchases of audio/video products following output of a degraded
 - 5 digital audio/video signal by said signal processing unit; and

- the dialogue unit is further operable to define the degrade level dependent upon the record of prior purchases of audio/video products.
- (New) The merchant computer system of claim 87, wherein: 1 88. said dialogue unit is further operable to define the 2 3 degrade level at a first degrade level for clients whose record of prior purchases of audio/video products following output of a 4 degraded digital audio/video signal by said signal processing unit 5 is high, at a second degrade level higher than the first degrade 6 7 level for clients whose record of prior purchases of audio/video products following output of a degraded digital audio/video signal 8 by said signal processing unit is low, and at a third degrade level 9 intermediate between the first degrade level and the second degrade 10 level for new clients without a record of prior purchases. 11
- 1 89. (New) The method of claim 46, wherein:
- the step of the server storing client history data stores client history data whereby the personal client file stores data indicative of a record of prior purchases of audio/video products following output of a degraded digital audio/video signal by said signal processing unit; and
- said step of the server transmitting to the client a degraded evaluation version of the selected product defines a degrade level dependent upon the record of prior purchases of audio/video products.
- 1 90. (New) The method of claim 89, wherein:
- said step of the server transmitting to the client a degraded evaluation version of the selected product further defines the degrade level at a first degrade level for clients whose record of prior purchases of audio/video products following output of a

- 6 degraded digital audio/video signal by said signal processing unit
- 7 is high, at a second degrade level higher than the first degrade
- 8 level for clients whose record of prior purchases of audio/video
- 9 products following output of a degraded digital audio/video signal
- 10 by said signal processing unit is low, and at a third degrade level
- 11 . intermediate between the first degrade level and the second degrade
- 12 level for new clients without a record of prior purchases.